

Health AND MENTAL HYGIENE and shall be approved by the Board of Public Works.

SECTION 11. AND BE IT FURTHER ENACTED, That Section 5 of Chapter 741 of the Acts of 1957, as amended by Chapter 25 of the Acts of 1960, be and it is hereby repealed and re-enacted, with amendments, to read as follows:

5.

[(a)] That the actual cash proceeds from the sale of certificates of indebtedness to be issued under this Act shall be paid to the Treasurer of the State upon the warrant of the Comptroller, and such proceeds shall be used exclusively [to supplement grants made to municipalities in this State under the Water Pollution Control Act of the Congress of the United States, as amended by Public Law 660 of the 84th Congress and as further amended from time to time.] FOR THE FOLLOWING PURPOSES, TO WIT:

[(b) Any use of State funds shall be only for the construction of necessary treatment works to prevent the discharge of untreated or inadequately treated sewage or other waste into any waters and for the purpose of reports, plans, and specifications in connection therewith, under said Public Law 660, as amended from time to time.]

(A) THE COMPTROLLER, IMMEDIATELY UPON THE SALE OF AND PAYMENT FOR SAID CERTIFICATES, FIRST SHALL RETURN TO AND CREDIT THE TREASURY FOR A SUM EQUIVALENT TO THE AMOUNT EXPENDED AS PROVIDED FOR IN SECTION 4 OF THIS ACT.

(B) THE REMAINDER OF THE PROCEEDS OF SAID LOAN SHALL BE CREDITED ON THE BOOKS OF THE STATE TREASURY DEPARTMENT, TO BE EXPENDED AS NEEDED BY THE STATE, UPON APPROVAL BY THE BOARD OF PUBLIC WORKS, TO BE USED EXCLUSIVELY TO PROVIDE STATE GRANTS TO ASSIST IN THE CONSTRUCTION OF SEWAGE TREATMENT PLANTS AND RELATED FACILITIES; AND ANY COUNTY, MUNICIPALITY, OR ANY AGENCY WHICH IS ENTITLED TO RECEIVE A STATE GRANT PURSUANT TO THE PROVISIONS OF SECTION 387B(A)2 OF ARTICLE 43 OF THE ANNOTATED CODE OF MARYLAND AS AMENDED FROM TIME TO TIME, MAY PETITION THE STATE DEPARTMENT OF HEALTH AND MENTAL HYGIENE FOR A GRANT, WITHIN THE FOLLOWING CONDITIONS AND LIMITATIONS:

1. THAT A STATE GRANT OFFER SHALL BE MADE ONLY FOR THE CONSTRUCTION OF PROJECTS THAT MEET THE SPECIFICATIONS REQUIRED BY THE FEDERAL WATER POLLUTION CONTROL ACT AND ALL APPLICABLE STATE LEGISLATION AND REGULATIONS, AS